

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

Representativ	es Present During the Inspection:
Company	Dennis Ware Controller
OGM	Steve Demczak Environmental Scientist III

Inspection Report

Permit Number:	C0070004			
Inspection Type:	PARTIAL			
Inspection Date:	Tuesday, July 29, 2008			
Start Date/Time:	7/29/2008 12:00:00 PM			
End Date/Time:	7/29/2008 2:00:00 PM			
Last Inspection:	Wednesday, June 11, 2008			

Inspector: Steve Demczak, Environmental Scientist III

Weather: Sunny, 90's

InspectionID Report Number: 1721

Types of Operations

Accepted by: jhelfric 8/18/2008

Permitee: CASTLE GATE HOLDING CO
Operator: CASTLE GATE HOLDING CO

Site: CASTLE GATE MINE

Address: PO BOX 30, HELPER UT 84526-0030

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: RECLAIMED

Current Acreages

7,619.00	Total Permitted		
63.00	Total Disturbed		
29.20			
18.20			
	Phase III		

Mineral Ownership

✓ Federal
✓ Underground

✓ State
✓ Surface

✓ County
✓ Loadout

✓ Fee
☐ Processing

☐ Other
☐ Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

No violations were issued.

The Permittee notified the Division that the required fourth quarter of 2007 surface water monitoring information for the Castle Gate Mine was in the DOGM EDI pipeline and was acceptable for uploading. All sites were monitored at the end of March and were reported as "no flow". The Permittee continues to meet the Special Condition included as Attachment "A" of the current State permit. There are no other "special" permit conditions.

The field conditions in Sowbelly and Hardscrabble Canyons remain virtually unchanged, as does the condition of the reclaimed area for Adit #1.

Inspector's Signature:

Steplan Wenneget

Date

Monday, August 04, 2008

Steve Demczak, Environmental Scientist III

Inspector ID Number: 39

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale	\checkmark		\checkmark	
2.	Signs and Markers				
3.	Topsoil	✓		✓	
4.a	Hydrologic Balance: Diversions	V		V	
4.b	Hydrologic Balance: Sediment Ponds and Impoundments	~		V	
4.c	Hydrologic Balance: Other Sediment Control Measures	✓		✓	
4.d	Hydrologic Balance: Water Monitoring				
4.e	Hydrologic Balance: Effluent Limitations				
5.	Explosives		✓		
6.	Disposal of Excess Spoil, Fills, Benches				
7.	Coal Mine Waste, Refuse Piles, Impoundments	✓		~	
8.	Noncoal Waste	✓		✓	
9.	Protection of Fish, Wildlife and Related Environmental Issues	✓		✓	
10.	Slides and Other Damage	✓		✓	
11.	Contemporaneous Reclamation		✓		
12.	Backfilling And Grading	✓		V	
13.	Revegetation				
14.	Subsidence Control		✓		
15.	Cessation of Operations				
16.a	a Roads: Construction, Maintenance, Surfacing				
16.Ł	Roads: Drainage Controls				
17.	Other Transportation Facilities				
18.	Support Facilities, Utility Installations	✓		✓	
19.	AVS Check				
20.	Air Quality Permit				
21.	Bonding and Insurance				
22.	Other				

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1. Permits, Change, Transfer, Renewal, Sale

No new amendments have been submitted to the Division since the last inspection.

3. Topsoil

All topsoil was used in reclamation.

4.a Hydrologic Balance: Diversions

The diversions were spot-checked and would function as designed.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

All sediment ponds are removed.

4.c Hydrologic Balance: Other Sediment Control Measures

I did not notice any sediment leaving the site. The permittee used pocking for sediment control.

7. Coal Mine Waste, Refuse Piles, Impoundments

The refuse pile at #3 Mine was reclaimed.

8. Noncoal Waste

The sites were clear of non-coal waste material.

9. Protection of Fish, Wildlife and Related Environmental Issues

Wildlife is using the sites for grazing.

10. Slides and Other Damage

No slides were noticed during the inspection.

12. Backfilling And Grading

The sites are backfilled and graded.

18. Support Facilities, Utility Installations

There are no support facilities at these sites.